

## Message Text

LIMITED OFFICIAL USE

PAGE 01 STATE 255187

20

ORIGIN EB-07

INFO OCT-01 EUR-12 IO-13 ISO-00 TRSE-00 L-03 COME-00

CIEP-01 AID-05 CEA-01 CIAE-00 EA-07 FRB-03 INR-07

NEA-10 NSAE-00 USIA-06 OPIC-03 SP-02 LAB-04 SIL-01

AGRE-00 OMB-01 OIC-02 /089 R

DRAFTED BY TREASURY:AECLAPP/EB/IFD/OIA:ECONSTABLE:ME

APPROVED BY EB/IFD/OIA:RJSMITH

L:MFELDMAN

COMMERCE:DARRILL

EUR/RPE:RGELBARD

CIEP:MGRANFIELD

----- 068455

P R 142253Z OCT 76

FM SECSTATE WASHDC

TO USMISSION OECD PARIS PRIORITY

AMEMBASSY BONN PRIORITY

INFO USMISSION GENEVA

LIMITED OFFICIAL USE STATE 255187

GENEVA FOR PREEG

E.O. 11652: N/A

TAGS: EINV, EFIN, OECD

SUBJECT: COMMITTEE ON INTERNATIONAL INVESTMENT AND MNES

(CIME): AGENDA FOR NEXT MEETING, NOVEMBER 9-10

REF: OECD PARIS 29713

1. WE APPRECIATE MISSION'S TRANSMITTING AGENDA FOR NEXT  
CIME MEETING AND SUBSTANCE OF DISCUSSIONS WITH SECRETARIAT  
OFFICIALS IN REFTEL. WHILE DOCUMENTS FOR MEETING NOT

LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 STATE 255187

YET REVIEWED, WE WANT TO FORWARD OUR PRELIMINARY REACTIONS

TO AGENDA BASED ON PAST CONSIDERATION OF ISSUES AND INDICATIONS OF SECRETARIAT THINKING REPORTED IN REFTEL.

2. GENERAL COMMENT: ALTHOUGH WE SUPPORT IN PRINCIPLE SECRETARIAT IDEAS FOR TERMS OF REFERENCE AND FUTURE WORK OF CIME, WE BELIEVE CAUTION IS REQUIRED IN CIME APPROACH TO TRANSLATING THEM INTO SPECIFICS. WE BELIEVE THAT EXPANSION OF CIME WORK SHOULD BE DELIBERATE, WITH PRINCIPAL CONCENTRATION ON "CORE" RESPONSIBILITIES AS LAID OUT IN OECD DECLARATION AND DECISIONS, AND ASSUMPTION OF NEW FUNCTIONS AS THE NEED BECOMES EVIDENT.

3. ELECTION OF CHAIRMAN: WE ARE NOT PERSUADED BY SECRETARIAT ARGUMENTS FOR ELECTION OF NEW CHAIRMAN AT

END OF NOVEMBER MEETING. DISCUSSIONS WITH VICE-CHAIRMAN PRIOR TO NOVEMBER MEETING ARE NOT INCONSISTENT WITH PROCEDURE INVOLVING IMMEDIATE ELECTION OF NEW CHAIRMAN AND LATTER'S ASSUMPTION OF CHAIR; WE FAIL TO SEE GROUNDS FOR SENSITIVITY BY SWEDES AND OTHERS, PARTICULARLY SINCE NIKLASSON HAS NEVER ACTUALLY TAKEN CHAIR AT CIME MEETING. MORE IMPORTANTLY WE BELIEVE THAT NEW CHAIRMAN SHOULD REASONABLY BE GIVEN MAXIMUM OPPORTUNITY TO INFLUENCE DIRECTION COMMITTEE'S WORK WILL TAKE AND NOT HAVE HIS INSTRUCTIONS HANDED TO HIM AT THE END OF THE MEETING.

4. ALSO, NIKLASSON'S VIEWS ON INTERGOVERNMENTAL CONSULTATIONS ON MNE GUIDELINES DIFFER FROM OUR UNDERSTANDING OF INTENT OF CONSULTATIONS. WE ARE CONCERNED THAT SECRETARIAT WHICH SHARES THESE VIEWS, MAY SEE NIKLASSON CHAIRMANSHIP AS MEANS OF CREATING FAVORABLE ENVIRONMENT FOR CIME APPROVAL OF CONSULTATIONS PROCEDURES WHICH WOULD CREATE PROBLEM FOR US. WE SEE THIS AS AN ADDITIONAL REASON TO HAVE NEW CHAIRMAN ELECTED AND INSTALLED AT THE BEGINNING OF THE MEETING.

5. FREQUENCY OF MEETINGS: WHILE IT IS NOT POSSIBLE TO ANTICIPATE NUMBER OF MEETINGS WHICH MAY BE NEEDED, WE WOULD SUGGEST MINIMUM OF TWO SCHEDULED MEETINGS PER YEAR, WITH ADDITIONAL ONES ON AN AS NEEDED BASIS.  
LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 03     STATE 255187

6. DELEGATION OF WORK: WE WOULD OPPOSE TRANSFERRING NATIONAL TREATMENT AND INCENTIVES/DISINCENTIVES ISSUES TO INVISIBLES COMMITTEE. IN OUR VIEW, THESE QUESTIONS MUST REMAIN WITHIN CIME ALONG WITH MNE GUIDELINES TO PRESERVE THE INTEGRITY OF A SINGLE PACKAGE. WE WOULD ALSO OPPOSE DELEGATION OF THESE ISSUES TO CIME SUBGROUP. THESE MAY WELL BE AREAS IN WHICH IMPORTANT AND POSSIBLY

CONTENTIOUS ISSUES REGARDING INTERPRETATION AND IMPLEMENTATION OF DECLARATION WILL ARISE FIRST. HIGHER-LEVEL FOCUS OF FULL CIME WILL BE REQUIRED TO HANDLE SUCH ISSUES.

7. FOR OECD PARIS: REQUEST MISSION INFORMALLY CONVEY SUBSTANCE OF PARAS 5 AND 6 ABOVE AS PRELIMINARY U.S. VIEWS.

8. FOR BONN: REGARDING SECRETARIAT'S PLANS FOR DELAY OF ELECTION OF DR. HELMUT ABRAMOWSKI AS NEW CHAIRMAN WE WOULD LIKE TO EXPLORE POSSIBILITY OF REVERSING SECRETARIAT, AND EFFECTING ELECTION OF ABRAMOWSKI AT BEGINNING OF CIME MEETING. AS FIRST STEP, WE WOULD APPRECIATE EMBASSY BONN OBTAINING VIEWS OF ABRAMOWSKI AND/OR OTHER APPROPRIATE FRG OFFICIALS AS TO WHETHER FRG WOULD SUPPORT SUCH

AN EFFORT AND ANY SUGGESTIONS THEY MIGHT HAVE AS TO HOW TO PROCEED.

9. IN APPROACH YOU MAY STRESS OUR VIEW THAT NEW CHAIRMAN SHOULD BE GIVEN OPPORTUNITY TO DETERMINE FUTURE DIRECTION AND SCOPE OF COMMITTEE'S WORK. YOU MAY TELL FRG THAT WE DO NOT YET HAVE SPECIFIC STRATEGY FOR FURTHER PURSUIT OF THIS MATTER. IN VIEW OF ITS DELICACY AND IMPORTANCE OF FRG SUPPORT FOR SUCCESS, MUCH DEPENDS ON FRG'S REACTION TO U.S. PROPOSAL. IF FRG AGREES, WE WOULD PROBABLY SOUND OUT POSSIBLY LIKE-MINDED DELEGATIONS THROUGH THE PERMANENT MISSIONS TO THE OECD AND FOLLOW UP WITH EFFORT TO PERSUADE OECD SECRETARIAT TO MAKE NECESSARY CHANGES IN CIME MEETING SCHEDULE.

10. IN VIEW OF RELATIVELY SHORT TIME REMAINING BEFORE LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 04 STATE 255187

NOVEMBER CIME MEETING, WOULD APPRECIATE EMBASSY MAKING CONTACTS AND REPORTING REACTIONS AT EARLIEST CONVENIENCE. KISSINGER

LIMITED OFFICIAL USE

NNN

## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** MEETING AGENDA, COMMITTEE MEETINGS, FINANCIAL PROGRAMS, INVESTMENT PROGRAMS  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 14 OCT 1976  
**Decaption Date:** 01 JAN 1960  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Authority:** BoyleJA  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 28 MAY 2004  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1976STATE255187  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** AECLAPP/EB/IFD/OIA:ECONSTABLE:ME  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Film Number:** D760387-0437  
**From:** STATE  
**Handling Restrictions:** n/a  
**Image Path:**  
**ISecure:** 1  
**Legacy Key:** link1976/newtext/t19761051/aaaabrvs.tel  
**Line Count:** 157  
**Locator:** TEXT ON-LINE, ON MICROFILM  
**Office:** ORIGIN EB  
**Original Classification:** LIMITED OFFICIAL USE  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 3  
**Previous Channel Indicators:** n/a  
**Previous Classification:** LIMITED OFFICIAL USE  
**Previous Handling Restrictions:** n/a  
**Reference:** 76 OECD PARIS 29713  
**Review Action:** RELEASED, APPROVED  
**Review Authority:** BoyleJA  
**Review Comment:** n/a  
**Review Content Flags:**  
**Review Date:** 27 APR 2004  
**Review Event:**  
**Review Exemptions:** n/a  
**Review History:** RELEASED <27 APR 2004 by ShawDG>; APPROVED <12 AUG 2004 by BoyleJA>  
**Review Markings:**

Margaret P. Grafeld  
Declassified/Released  
US Department of State  
EO Systematic Review  
04 MAY 2006

**Review Media Identifier:**  
**Review Referrals:** n/a  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** COMMITTEE ON INTERNATIONAL INVESTMENT AND MNES (CIME): AGENDA FOR NEXT MEETING, NOVEMBER 9-10  
**TAGS:** EINV, EFIN, OECD  
**To:** OECD PARIS BONN  
**Type:** TE  
**Markings:** Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 04 MAY 2006